UNITED STATES OF AMERICA DEPARTMENT OF ENERGY OFFICE OF FOSSIL ENERGY

CONTINENTAL ENERGY MARKETING LTD.) FE DOCKET NO. 94-19-NG

ORDER GRANTING BLANKET AUTHORIZATION TO IMPORT NATURAL GAS FROM CANADA

DOE/FE ORDER NO. 927

I. DESCRIPTION OF REQUEST

On March 15, 1994, Continental Energy Marketing Ltd.

(Continental) filed an application with the Office of Fossil

Energy of the Department of Energy (DOE), under section 3 of the

Natural Gas Act (NGA)1/ and DOE Delegation Order Nos. 0204-111

and 0204-127, for blanket authorization to import up to 75 Bcf of

natural gas from Canada over a two-year term beginning on the

date of first delivery after March 31, 1994.2/ Continental, a

Canadian corporation with its principal place of business in

Calgary, Alberta, will import the gas under short-term and spot

market transactions. The requested authorization does not

involve the construction of new pipeline facilities.

II. FINDING

The application filed by Continental has been evaluated to determine if the proposed import arrangement meets the public interest requirement of section 3 of the NGA, as amended by section 201 of the Energy Policy Act of 1992 (Pub. L. 102-486). Under section 3(c), the importation of natural gas from a nation with which there is in effect a free trade agreement requiring national treatment for trade in natural gas is deemed to be consistent with the public interest and must be granted without modification or delay. The authorization sought by Continental to import natural gas from Canada, a nation with which a free

^{1/ 15} U.S.C. 717b.

^{2/} This is the expiration date of Continental's current blanket authorization to import natural gas from Canada, granted by

DOE/FE Opinion and Order No. 572 on December 31, 1991 (1 FE 70,526).

trade agreement is in effect, meets the section 3(c) criterion and, therefore, is consistent with the public interest. This blanket order authorizes transactions under contracts with terms of no longer than two years.

ORDER

Pursuant to section 3 of the Natural Gas Act, it is ordered that:

- A. Continental Energy Marketing Ltd. (Continental) is authorized to import from Canada, at any point on the international border, up to 75 Bcf of natural gas over a two-year term beginning on the date of first delivery after March 31, 1994.
- B. Within two weeks after deliveries begin, Continental shall provide written notification to the Office of Fuels Programs (OFP), Fossil Energy, Room 3F-056, FE-50, Forrestal Building, 1000 Independence Avenue, S.W., Washington, D.C. 20585, of the date that the first import delivery of natural gas authorized in Ordering Paragraph A above occurred.
- C. With respect to the natural gas imports authorized by this Order, Continental shall file with OFP, within 30 days following each calendar quarter, quarterly reports indicating whether imports of natural gas have been made. If no imports have been made, a report of "no activity" for that calendar quarter must be filed. If imports occur, Continental must report total monthly volumes in Mcf and the average purchase price of gas per MMBtu at the international border. The reports shall

also provide the details of each import transaction, including:

(1) the name of the seller(s); (2) the name of the purchaser(s);

(3) the estimated or actual duration of the agreement(s); (4) the name of the U.S. transporter(s); (5) the point(s) of entry; (6) the geographic market(s) served; (7) whether sales are being made on an interruptible or firm basis; and, if applicable, (8) the per unit (MMBtu) demand/commodity/reservation charge breakdown of

D. The first quarterly report required by Ordering

Paragraph C of this Order is due not later than July 30, 1994,

and should cover the period from the date of this Order until the

end of the second calendar quarter, June 30, 1994.

Issued in Washington, D.C., on March 22, 1994.

the contract price.

Anthony J. Como
Director
Office of Coal & Electricity
Office of Fuels Programs
Office of Fossil Energy